

**Supplemental Reporting Document  
Table of Contents  
November 2008 Investment Committee Meeting  
(September 2008 Reporting Period)**

**Activity Reports**

- Alternative Investment Management Program
- Real Estate Program
- Risk Managed Absolute Return Strategies Program
- Corporate Governance Program
- Inflation Linked Asset Program



**Investment Office**

P.O. Box 2749

Sacramento, CA 95812-2749

Telecommunications Device for the Deaf - (916) 795-3240

(916) 795-3400 FAX (916) 795-3344

November 17, 2008

**SUPPLEMENTAL ITEM**

**TO: MEMBERS OF THE INVESTMENT COMMITTEE**

**I. SUBJECT:** Activity Reports

**II. PROGRAMS:** Alternative Investment Management (AIM)  
Real Estate (RE)  
Risk Managed Absolute Return Strategies (RMARS)  
Corporate Governance  
Inflation Linked Asset Program (ILAC)

**III. RECOMMENDATION:** Information only

**IV. ANALYSIS:**

Staff from AIM, RE, RMARS, Corporate Governance, and ILAC are required to report the status of investment proposals received by their respective program on a monthly basis. Staff from these areas have prepared activity reports for the month of September 2008.

**V. STRATEGIC PLAN:**

Goal VIII: Manage the risk and volatility of assets and liabilities to ensure sufficient funds are available, first, to pay benefits and second, to minimize and stabilize contributions.

Members of the Investment Committee  
November 17, 2008  
Page 2

**VI. RESULTS:**

Attached are results containing the status of investment proposals received by AIM, RE, RMARS, Corporate Governance, and ILAC.

---

Matthew Flynn  
Division Chief  
Operations, Performance & Technology

---

Anne Stausboll  
Interim Chief Investment Officer



\*\*\*\*\* OPEN SESSION MATERIAL \*\*\*\*\*  
AIM PROGRAM  
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS  
REPORT PERIOD: 9/1/2008 TO 9/30/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD	Since Program Inception
<b><u>INVESTMENT ACTIVITY</u></b>						
Investment Proposals Entered	19	316	300	442	282	7220
Declined/Referred/Failed to Materialize	22	429	268	388	274	5901
Deals in Screening	24	319	300	442	282	4253
Due Diligence Reviews	10	59	61	75	27	762

Notes:

- Current YTD information is through the end of the report period.
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening or Due Diligence during that time period.



\*\*\*\*\* OPEN SESSION MATERIAL \*\*\*\*\*  
GLOBAL REAL ESTATE UNIT PROGRAM  
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS  
REPORT PERIOD 9/1/2008 TO 9/30/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD	Since Program Inception *
<b><u>INVESTMENT ACTIVITY</u></b>						
Investment Proposals Entered	0	N/A	N/A	N/A	121	121
Declined/Referred/Failed to Materialize	4	N/A	N/A	N/A	111	111
Deals in Screening	7	N/A	N/A	N/A	12	12
Due Diligence Reviews	0	N/A	N/A	N/A	3	3

Notes:

- Current YTD information is thorough the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.

\* As of January 2, 2008



\*\*\*\*\* OPEN SESSION MATERIAL \*\*\*\*\*  
RISK MANAGED ABSOLUTE RETURNS (RMARS) PROGRAM  
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS  
REPORT PERIOD 9/1/2008 TO 9/30/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2001	2002	2003	2004	2005	2006	2007	2008 YTD	Since Program Inception
<b><u>INVESTMENT ACTIVITY</u></b>										
Investment Proposals Entered	11	88	170	181	59	59	69	90	89	805
Declined/Referred/Failed to Materialize	0	34	81	108	12	7	1	0	0	243
Deals in Screening	11	48	80	72	45	58	68	90	89	550
Due Diligence Reviews	11	48	80	72	45	58	68	90	89	550
Allocations Approved by RMARS Board	2	0	25	8	6	18	52	66	31	206
New ARS Funds approved by the RMARS Board	0	0	12	1	4	7	9	8	3	44
<b><u>MANAGER AMOUNTS (\$ IN MILLIONS)</u></b>										
Funded	\$180	\$0	\$485	\$95	\$149	\$783	\$1,809	\$2,499	\$1,069	\$6,889

Notes:

- Current YTD information is through the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.



\*\*\*\*\* OPEN SESSION MATERIAL \*\*\*\*\*  
CORPORATE GOVERNANCE PROGRAM  
SUMMARY MONTHLY REPORT: PROPOSAL IN PROCESS  
REPORT PERIOD 9/1/2008 TO 9/30/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD *	Since Program Inception *
<b><u>INVESTMENT ACTIVITY</u></b>						
Investment Proposals Entered	0	N/A	N/A	N/A	6	6
Declined/Referred/Failed to Materialize	0	N/A	N/A	N/A	5	5
Deals in Screening	N/A	N/A	N/A	N/A	N/A	N/A
Due Diligence Reviews	7	N/A	N/A	N/A	11	11

Notes:

- Current YTD information is through the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening or Due diligence during that time period.

\* as of April 1, 2008



\*\*\*\*\* OPEN SESSION MATERIAL \*\*\*\*\*  
ILAC PROGRAM  
SUMMARY MONTHLY REPORT: PROPOSALS IN PROCESS  
REPORT PERIOD 9/1/2008 TO 9/30/2008

ACTIVITY SUMMARIZED	ACTIVITY FOR REPORT PERIOD	2005	2006	2007	2008 YTD	Since Program Inception
<b><u>INVESTMENT ACTIVITY</u></b>						
Investment Proposals Entered	3	N/A	N/A	12	54	66
Declined/Referred/Failed to Materialize	0	N/A	N/A	N/A	8	8
Deals in Screening	0	N/A	N/A	N/A	7	7
Due Diligence Reviews	1	N/A	N/A	N/A	8	8

Notes:

- Current YTD information is thorough the end of the report period
- Deals in Screening and Due Diligence reviews for the activity report period represent deals remaining in Screening and Due Diligence at the end of the report period. For all other time periods, deals in Screening and Due Diligence represent deals which entered Screening of Due diligence during that time period.